

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

SOUTH GRAVES COUNTY WATER)	
DISTRICT SERVING FORMER)	CASE NO. 10242
CUSTOMERS OF WATER VALLEY)	
WATER WORKS)	

O R D E R

On April 1, 1988, the South Graves County Water District ("South Graves County") confirmed by letter to the Commission that it was providing water service to the former customers of Water Valley Water Works ("Water Valley"). The letter was in response to a Commission inquiry following notification by the previous owner of Water Valley that the system had been abandoned in May 1986. The abandonment and take over was done without prior Commission approval as required by KRS 278.020(4).

After consideration of the record, the Commission finds the following:

(1) This case should be established to recognize South Graves County as the operator of the former Water Valley water system. The Commission's records confirming this transaction should be made a part of the record.

(2) No consumer complaints or service problems have been reported as a result of South Graves County's assumption of service. South Graves County clearly meets the conditions to provide safe and reliable water service to these customers.

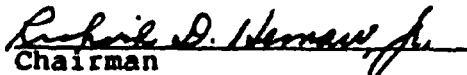
(3) Due to the circumstances of Water Valley's abandonment of service and South Graves County's willingness to serve the abandoned customers, no action should be taken against either entity for failure to obtain prior approval.

(4) South Graves County should be recognized as the lawful provider of water service to the former customers of Water Valley. Water Valley should be considered abandoned.

BE IT SO ORDERED.

Done at Frankfort, Kentucky, this 16th day of May, 1988.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

EXECUTIVE DIRECTOR